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**SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
FINANCIAL STATEMENTS AND
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED JUNE 30, 2008**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 2/4/09

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Southeastern Athletics Association, Inc.
Hammond, Louisiana

We have audited the accompanying statement of financial position of Southeastern Athletics Association, Inc. (a Louisiana non-profit corporation) as of June 30, 2008, and the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Southeastern Athletics Association, Inc. as of June 30, 2008, and the changes in its net assets and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 17, 2008, on our consideration of Southeastern Athletics Association, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming an opinion on the basic financial statements of Southeastern Athletics Association, Inc. taken as a whole. The accompanying schedule of revenues, other support and expenses by program and supporting services is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information in this schedule has been subjected to the procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



October 17, 2008

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SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2008

ASSETS

Current Assets

Cash and cash equivalents	\$ 72,617
Accounts receivable	216,728
	<u>289,345</u>

Property and equipment

Transportation equipment	7,575
Office furniture and equipment	15,537
Sports equipment	281,835
	<u>304,947</u>
Less accumulated depreciation	(67,202)
	<u>237,745</u>

TOTAL ASSETS	<u><u>\$ 527,090</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable	\$ 29,109
Due to Southeastern Louisiana University	102,116
Due to Southeastern Development Foundation, Inc.	61,096
Line of credit	60,000
Current maturities of long-term debt	26,841
	<u>279,162</u>

Long-Term Liabilities

Long-term debt, net of current maturities	<u>54,885</u>
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TOTAL LIABILITIES	<u>334,047</u>
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Net Assets

Unrestricted	84,218
Temporarily restricted	108,825
	<u>193,043</u>

TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 527,090</u></u>
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The accompanying notes are an integral part of this financial statement.

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS/(DEFICIT)
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenue and other support			
Donations	\$ -	\$ 80,209	\$ 80,209
Sponsors	264,689	82,139	346,828
In-kind donations	113,160	85,840	199,000
Memberships	88,956	55,225	144,181
Special events/tournaments	121,144	32,239	153,383
Other revenue	14,203	21,174	35,377
Net assets released from restrictions			
Satisfaction of program restrictions	<u>308,039</u>	<u>(308,039)</u>	<u>-</u>
Total revenue and other support	910,191	48,787	958,978
Expenses			
Restricted			
Departmental	166,459	-	166,459
Programs	141,580	-	141,580
Awards	1,834	-	1,834
Broadcast	-	-	-
Depreciation	12,337	-	12,337
In-kind expenses	113,160	-	113,160
Insurance	1,832	-	1,832
Interest	8,353	-	8,353
Lease	4,822	-	4,822
Other	12,622	-	12,622
Membership benefits	13,753	-	13,753
Printing	84,945	-	84,945
Professional fees	11,806	-	11,806
Radio/TV	21,395	-	21,395
Signs	5,439	-	5,439
Special events	57,828	-	57,828
Supplies	3,199	-	3,199
Taxes	108	-	108
Telephone	468	-	468
Travel	2,591	-	2,591
University programs	165,670	-	165,670
Vehicle expense	<u>5,175</u>	<u>-</u>	<u>5,175</u>
	<u>835,376</u>	<u>-</u>	<u>835,376</u>
Change in net assets	74,815	48,787	123,602
Net Assets/(Deficit)			
Beginning of year	<u>9,403</u>	<u>60,038</u>	<u>69,441</u>
End of year	<u>\$ 84,218</u>	<u>\$ 108,825</u>	<u>\$ 193,043</u>

The accompanying notes are an integral part of this financial statement.

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2008

	Program Services							
	Baseball	Basketball	Football	Golf	Softball	Tennis	Track	Training Room
Awards	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Broadcast	-	-	-	-	-	-	-	-
Depreciation	414	-	-	-	-	-	-	-
Fundraising	5,428	4,470	2,030	166	3,055	-	-	-
In-kind expenses	27,140	9,990	34,500	8,530	1,560	-	-	1,000
Insurance	-	-	1,434	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Lease	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Membership benefits	-	-	-	-	-	-	-	-
Printing	-	-	-	-	-	-	-	-
Professional fees	-	-	-	-	-	-	-	-
Radio/TV	-	-	-	-	-	-	-	-
Recruiting	294	736	11,205	559	1,599	-	517	-
Signs	-	-	-	-	-	-	-	-
Special events	-	-	742	-	-	-	-	-
Supplies	6,276	1,906	1,759	2,403	895	-	73	-
Taxes	311	1,078	1,300	-	-	-	-	-
Telephone	662	1,789	1,647	650	556	1,072	406	-
Travel	(882)	4,143	1,544	11,523	1,061	1,771	-	-
University programs	35,988	5,991	20,535	19,830	17,721	1,104	3,129	817
Vehicle expense	-	-	-	-	-	-	-	-
Total functional expenses	\$ 75,631	\$ 30,103	\$ 76,696	\$ 43,661	\$ 26,447	\$ 3,947	\$ 4,125	\$ 1,817

The accompanying notes are an integral part of this financial statement.

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2008

	Program Services					Supporting Services		Total
	Volleyball	Soccer	Student Athletic Advisory	Radio TV Facilities	Cheerleading	Program Service Total	General and Administrative	
Awards	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,834	\$ 1,834
Broadcast	-	-	-	-	-	-	-	-
Depreciation	-	-	-	11,196	-	11,610	727	12,337
Fundraising	-	265	-	-	-	15,414	-	15,414
In-kind expenses	1,560	1,560	-	-	-	85,840	113,160	199,000
Insurance	-	-	-	-	-	1,434	1,832	3,266
Interest	-	-	-	1,379	-	1,379	8,353	9,732
Lease	-	-	-	-	-	-	4,822	4,822
Other	196	-	-	-	-	196	12,622	12,818
Membership benefits	-	-	-	-	-	-	13,753	13,753
Printing	-	-	-	-	-	-	84,945	84,945
Professional fees	-	-	-	-	-	-	11,806	11,806
Radio/TV	-	-	-	-	-	-	21,395	21,395
Recruiting	-	115	-	-	-	15,025	-	15,025
Signs	-	-	-	-	-	-	5,439	5,439
Special events	-	-	-	-	-	742	57,828	58,570
Supplies	460	1,585	29	-	159	15,545	3,199	18,744
Taxes	-	-	-	-	-	2,689	108	2,797
Telephone	341	865	-	-	384	8,372	468	8,840
Travel	549	94	-	-	20	19,823	2,591	22,414
University programs	9,193	9,258	86	17,928	-	141,580	165,670	307,250
Vehicle expense	-	-	-	-	-	-	5,175	5,175
Total functional expenses	\$ 12,299	\$ 13,742	\$ 115	\$ 30,503	\$ 563	\$ 319,649	\$ 515,727	\$ 835,376

The accompanying notes are an integral part of this financial statement.

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008

Cash Flows From Operating Activities	
Change in net assets	\$ 123,602
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities	
Depreciation	12,337
(Increase)/decrease in accounts receivable	(198,538)
Increase/(decrease) in accounts payable	(24,664)
Increase/(decrease) in due (to)/from affiliates	19,806
Increase/(decrease) in accrued interest payable	<u>(1,033)</u>
Net cash provided by (used in) operating activities	(68,490)
 Cash Flows From Financing Activities	
Payments on line of credit	60,000
Payments on long-term debt	<u>(54,512)</u>
Net cash provided by (used in) financing activities	<u>5,488</u>
Net increase/(decrease) in cash and cash equivalents	(63,002)
 Cash and Cash Equivalents	
Beginning of year	<u>135,619</u>
End of year	<u><u>\$ 72,617</u></u>
 Supplementary disclosures of cash flow information	
Cash paid during the year for:	
Interest	<u><u>\$ 9,732</u></u>

The accompanying notes are an integral part of this financial statement.

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

Nature of Organization

Southeastern Athletics Association, Inc. (the Association) was incorporated on March 18, 1982 under the provisions of Louisiana Revised Statutes 12:201 as a non-profit corporation. The Association was formed to promote and support, on all levels, the Southeastern Louisiana University Athletics Program. The Association is supported primarily through contributions from corporate sponsors and private donors.

Basis of Accounting

The accompanying financial statements of the Southeastern Athletics Association, Inc. have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

Net assets of the Association and changes therein are classified and reported as follows:

- a) Unrestricted net assets are not subject to donor-imposed stipulations.
- b) Temporarily restricted net assets are subject to donor-imposed stipulations that can be fulfilled by actions of the Association and/or the passage of time.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains or losses on assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Cash and Cash Equivalents

Cash and cash equivalents represent demand deposits and other investments with purchased maturities of three months or less.

Promises to Give

Pursuant with the Association's policy and in conformity with SFAS No. 116, unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Use of Estimates in Preparation of Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Fixed Assets

Fixed assets utilized by the Association are generally not recorded on the financial statements of the Association, as these assets are owned by Southeastern Louisiana University. For those assets owned by the Association, purchased property and equipment greater than \$1,000 are carried at cost; while donated property and equipment are recorded at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over an estimated life between five and twenty-five years.

Donated Services

A significant portion of the Association's functions are conducted by unpaid volunteers. The value of this contributed time is not reflected in the accompanying financial statements since the volunteers' time does not meet the requirement for recognition under SFAS No. 116.

Income Tax Status

Under provisions of the Internal Revenue Code, Section 501 (c) (3), and the applicable income tax regulations of Louisiana, the Association is exempt from taxes on income other than unrelated business income. The Association has also been classified as an entity that is not a private foundation within the meaning of Section 509 (a) and qualifies for deductible contributions as provided in Section 170 (b)(1)(A)(VI). Since the Association had no net unrelated business income during the year ended June 30, 2008, no provision for income tax was made.

Accounts Receivable

Accounts receivable represent amounts owed for sponsorships . They are stated at amounts management expects to collect from outstanding balances. Based on prior experience, the Association feels that all amounts are collectable. It is the Association's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected.

Expense Allocation

Directly identifiable expenses are charges to programs and supporting services. Management and general expenses include those expenses that are not directly identifiable with any specific function but provide for the overall support and direction of the Association.

NOTE B – DONATED SERVICES AND SUPPLIES

In-kind donations of \$113,160 for donated services and supplies that the Association would normally have had to purchase were recorded because the donations met the criteria of enhancing non-financial assets and the value of the services and materials provided were readily determinable.

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE C – PROPERTY AND EQUIPMENT

Property and equipment consists of the following at June 30, 2008:

Transportation equipment	\$ 7,575
Office equipment	15,537
Sports equipment	<u>281,835</u>
	304,947
Less accumulated depreciation	<u>(67,202)</u>
	<u>\$ 237,745</u>

Depreciation expense for the year ended June 30, 2008 was \$12,337.

NOTE D – DEBT

The Association opened a \$30,100 line of credit of which no balance was due as of June 30, 2008. Bank advances on the credit line are payable on demand and carry an interest rate of 1.5% over prime (6.50% as of June 30, 2008). The credit line is unsecured.

On December 11, 2007 the Association opened a \$60,000 line of credit with Florida Parishes Bank. The line of credit carries an interest rate of prime (5% as of June 30, 2008). The credit line is unsecured.

The Association has a note payable dated March 30, 2005 with an original loan amount of \$165,000, a maturity date of March 25, 2011, and bearing interest at a fixed interest rate of 6.75%. The terms of the note require it to be paid in 71 monthly installments of \$2,791. This loan is unsecured. At June 30, 2008, the principal balance of the note is \$81,726 and interest expense during the fiscal year was \$6,453.

The future maturities of these notes payable are as follows:

Year ending	
2009	\$ 26,841
2010	30,719
2011	<u>24,166</u>
	<u>\$ 81,726</u>

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE E – FINANCIAL INSTRUMENTS

Concentration of credit risk arising from cash deposits in excess of insured limits

The Association maintains cash balances at several financial institutions located in Hammond, Louisiana. Accounts at the institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. As of June 30, 2008, the Associations cash balances had not exceeded FDIC insured limits.

Concentration of credit risk due to accounts receivable

Credit risk for accounts receivable can be concentrated if substantially all of the balances are receivable from entities located within the same geographic region. As of June 30, 2008, the Association is not exposed to concentrations of credit risk due to accounts receivable.

NOTE F – RELATED PARTY TRANSACTIONS

The Association occupies an office provided by Southeastern Louisiana University. Since the value of the facilities used by the Association is not readily determinable, no related donation income is recorded. In addition, and in accordance with Louisiana Revised Statutes 17:3390, the Association is of the opinion that all expenditures and in-kind services, except unrestricted funds used for administration, benefit the University. These amounts greatly exceed the cost of housing, personnel, and other support furnished to the Association by the University.

The Association exists for the benefit of the University's various sports programs and routinely makes donations and payments to the University on behalf of those programs. The University pays the salary costs of the Association's employees and is reimbursed by the Association for those costs. As of June 30, 2008, the Association owed the University \$61,096.

As of June 30, 2008, the Association owed \$61,476 to the Southeastern Development Foundation, Inc. for assumption of debt relating to capital renovations and for uniforms purchased for the sports programs.

NOTE G – COMPENSATED ABSENCES

Contracted employees of the Association are entitled to paid vacation, paid sick days and personal days off, depending on job classification, length of service, and other factors. It is impractical to estimate the amount of compensation for future absences and, accordingly, no liability has been recorded in the accompanying financial statements. The Association's policy is to recognize the costs of compensated absences when actually paid to employees.

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE H - CONTINGENCIES

The Association is occasionally involved in litigation and regulatory investigations arising in the ordinary course of operations. While the ultimate outcome of these matters is not presently determinable, it is the opinion of management that the resolution of outstanding claims will not have a material adverse effect on the financial position or results of operations of the Association.

NOTE I - PURCHASE COMMITMENTS

On July 1, 2006, the Association entered into a three year contract to purchase sporting apparel and footwear products for a minimum of \$75,000 per year. If the annual minimum is not met, the Association is liable to provide cash compensation equal to any deficiency. For the year ended June 30, 2008, the Association incurred \$104,411 in expenses under the contract.

SUPPLEMENTAL INFORMATION

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
SCHEDULE OF REVENUES, OTHER SUPPORT, AND EXPENSES BY PROGRAM AND SUPPORTING SERVICES
FOR THE YEAR ENDED JUNE 30, 2008

	Program Services							
	Baseball	Basketball	Football	Golf	Softball	Tennis	Track	Training Room
Unrestricted revenues and other support								
Donations	\$ 10,053	\$ 3,704	\$ 6,916	\$ (3,828)	\$ 1,295	\$ 1,541	\$ 2,269	\$ (212)
Sponsors	-	-	-	-	-	-	-	-
In-kind donations	27,140	9,990	34,500	8,530	1,560	-	-	1,000
Memberships	10,001	20,671	21,100	50	3,154	-	-	-
Special events/tournaments	19,362	-	-	-	12,877	-	-	-
Other revenue	2,265	-	1,000	375	10,445	3,956	800	-
Total unrestricted revenues and other support	68,821	34,365	63,516	5,127	29,331	5,497	3,069	788
Temporarily restricted revenues and other support	8,797	3,501	8,921	5,078	3,076	459	480	212
Total revenues and other support	77,618	37,866	72,437	10,205	32,407	5,956	3,549	1,000
Expenses								
Awards	-	-	-	-	-	-	-	-
Broadcast	-	-	-	-	-	-	-	-
Depreciation	414	-	-	-	-	-	-	-
Fundraising	5,428	4,470	2,030	166	3,055	-	-	-
In-kind expenses	27,140	9,990	34,500	8,530	1,560	-	-	1,000
Insurance	-	-	1,434	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Lease	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Membership benefits	-	-	-	-	-	-	-	-
Printing	-	-	-	-	-	-	-	-
Professional fees	-	-	-	-	-	-	-	-
Radio/TV	-	-	-	-	-	-	-	-
Recruiting	294	736	11,205	559	1,599	-	517	-
Signs	-	-	-	-	-	-	-	-
Special events	-	-	742	-	-	-	-	-
Supplies	6,276	1,906	1,759	2,403	895	-	73	-
Taxes	311	1,078	1,300	-	-	-	-	-
Telephone	662	1,789	1,647	650	556	1,072	406	-
Travel	(882)	4,143	1,544	11,523	1,061	1,771	-	-
University programs	35,988	5,991	20,535	19,830	17,721	1,104	3,129	817
Vehicle expense	-	-	-	-	-	-	-	-
Total functional expenses	75,631	30,103	76,696	43,661	26,447	3,947	4,125	1,817
Change in net assets	\$ 1,987	\$ 7,763	\$ (4,259)	\$ (33,456)	\$ 5,960	\$ 2,009	\$ (576)	\$ (817)

See independent auditors' report

SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
SCHEDULE OF REVENUES, OTHER SUPPORT, AND EXPENSES BY PROGRAM AND SUPPORTING SERVICES
FOR THE YEAR ENDED JUNE 30, 2008

	Program Services					Program Total	Supporting Services	Total
	Volleyball	Soccer	Student Athletic Advisory	Radio TV Facilities	Cheerleading		General and Administrative	
Unrestricted revenues and other support								
Donations	\$ 9,819	\$ 15,097	\$ -	\$ -	\$ -	\$ 46,654	\$ -	\$ 46,654
Sponsors	-	1,117	-	77,475	-	78,592	264,689	343,281
In-kind donations	1,560	1,560	-	-	-	85,840	113,160	199,000
Memberships	-	250	-	-	-	55,226	88,956	144,182
Special events/tournaments	-	-	-	-	-	32,239	121,144	153,383
Other revenue	2,303	-	16	-	(66)	21,094	14,203	35,297
Total unrestricted revenues and other support	13,682	18,024	16	77,475	(66)	319,645	602,152	921,797
Temporarily restricted revenues and other support	1,431	1,599	13	3,548	66	37,181	-	37,181
Total revenues and other support	15,113	19,623	29	81,023	-	356,826	602,152	958,978
Expenses								
Awards	-	-	-	-	-	-	1,834	1,834
Broadcast	-	-	-	-	-	-	-	-
Depreciation	-	-	-	11,196	-	11,610	727	12,337
Fundraising	-	265	-	-	-	15,414	-	15,414
In-kind expenses	1,560	1,560	-	-	-	85,840	113,160	199,000
Insurance	-	-	-	-	-	1,434	1,832	3,266
Interest	-	-	-	1,379	-	1,379	8,353	9,732
Lease	-	-	-	-	-	-	4,822	4,822
Other	196	-	-	-	-	196	12,622	12,818
Membership benefits	-	-	-	-	-	-	13,753	13,753
Printing	-	-	-	-	-	-	84,945	84,945
Professional fees	-	-	-	-	-	-	11,806	11,806
Radio/TV	-	-	-	-	-	-	21,395	21,395
Recruiting	-	115	-	-	-	15,025	-	15,025
Signs	-	-	-	-	-	-	5,439	5,439
Special events	-	-	-	-	-	742	57,828	58,570
Supplies	460	1,585	29	-	159	15,545	3,199	18,744
Taxes	-	-	-	-	-	2,689	108	2,797
Telephone	341	865	-	-	384	8,372	468	8,840
Travel	549	94	-	-	20	19,823	2,591	22,414
University programs	9,193	9,258	86	17,928	-	141,580	165,670	307,250
Vehicle expense	-	-	-	-	-	-	5,175	5,175
Total functional expenses	12,299	13,742	115	30,503	563	319,649	515,727	835,376
Change in net assets	\$ 2,814	\$ 5,881	\$ (86)	\$ 50,520	\$ (563)	\$ 37,177	\$ 86,425	\$ 123,602

See independent auditors' report

OTHER INDEPENDENT AUDITORS' REPORT



Silva & Associates, LLC

Certified Public Accountants

Brent A. Silva, CPA
Kenneth J. Abney, CPA, MS Acct-Tax

Craig A. Silva, CPA
Thomas A. Gurtner, CPA

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors
Southeastern Athletics Association, Inc.
Hammond, Louisiana

We have audited the financial statements of Southeastern Athletics Association, Inc. (a non-profit corporation), as of and for the year ended June 30, 2008, and have issued our report thereon dated October 17, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Southeastern Athletics Association, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Southeastern Athletics Association, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

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A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

This report is intended for the information of the management and others within the Southeastern Athletics Association, Inc., the Louisiana Legislative Auditor, the federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Silva & Associates, LLC

October 17, 2008

**SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2008**

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified	
Internal control over financial reporting:		
Material weaknesses identified?	_____ yes	<u>X</u> _____ no
Reportable conditions identified?		
not considered to be material weaknesses?	_____ yes	<u>X</u> _____ none reported
Noncompliance material to financial statements noted?	_____ yes	<u>X</u> _____ no

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	Not applicable.
Reportable conditions identified?	Not applicable.
not considered to be material weaknesses?	
Type of auditors' report issued on compliance for major programs:	Not applicable.
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510 (a)?	Not applicable.

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
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Not applicable.

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$300,000</u>
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Auditee qualified as low-risk audit?	<u>N/A</u>
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Section II - Internal Control & Compliance

<u>Item Number</u>	<u>Agency/Program</u>	<u>Questioned Costs</u>
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No reported findings for the year ended June 30, 2006

Section III - Management Letter

No reported findings for the year ended June 30, 2006

**SOUTHEASTERN ATHLETICS ASSOCIATION, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2008**

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
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Section I - Compliance and Internal Control Material to the Financial Statements

No reported findings for the year ended June 30, 2007

Section II - Internal Control and Compliance

No reported findings for the year ended June 30, 2007

Section III - Management Letter

No reported findings for the year ended June 30, 2007